GOVERNMENT OF INDIA
SMALL SCALE INDUSTRIES AND RURAL AND AGRO INDUSTR
LOK SABHA

STARRED QUESTION NO:248
ANSWERED ON:14.03.2001
FOREIGN PARTICIPATION IN SSI SECTOR
V. SAROJA

Will the Minister of SMALL SCALE INDUSTRIES AND RURAL AND AGRO INDUSTR be pleased to state:

(a) whether it is proposed to enhance the limit of foreign equity participation, subject to management control vesting with Indian shareholders, in small scale industries sector;

(b) if so, the details thereof; and

(c) if not, the reasons therefor?

Answer

THE MINISTER OF STATE (INDEPENDENT CHARGE) IN THE MINISTRY OF SMALL SCALE INDUSTRIES AND AGF RURAL INDUSTRIES (SMT. VASUNDHARA RAJE)

(a): No, Sir.

(b): Does not arise.

(c): The present limit facilitates access to the capital market and allows for modernisation, technological upgradation, ancillarisation and sub-contracting.